

CIRCULAR

STATE OF NEW JERSEY DEPARTMENT OF THE TREASURY

ORIGINATING

NO.: 10-20-OMB AGENCY: OFFICE OF MANAGEMENT AND BUDGET

CENTRALIZED PAYROLL

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EFFECTIVE

EXPIRATION

DATE: JUNE 2010 DA

DATE: JUNE 2011

SUPERSEDES: 09-09-OMB

SUBJECT: CONTINUED COVERAGE FOR TEN-MONTH EMPLOYEES - HEALTH/DENTAL PROGRAMS

ATTENTION: ALL DEPARTMENT PERSONNEL AND PAYROLL OFFICERS

FOR INFORMATION CONTACT: MARK CIPRIANO

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Ten-month employees enrolled in the State Dental Expense Insurance program or any DPO will have <u>four</u> extra dental deductions taken on Pay Period "13" to cover the periods for which these employees will not be paid during July and August. The policies and procedures outlined in this Circular apply only to Departments and Agencies paid through Centralized Payroll.

As a result of labor contracts between the State and employees covered by CWA, AFSCME, and IFPTE unions, ten-month employees now pay a 1.5% health benefit premium on their bi-weekly base pay throughout the ten month period. In doing so, the employees are no longer required to have extra deductions taken from their check to cover the non-working summer months. The bi-weekly premium withheld from their pay during the ten months covers them through the summer months, July and August.

Per contractual agreement, coverage for newly hired ten-month employees whose contract extends from September 1, 2010 through June 30, 2011, must be in effect by September 1. Based on the current bi-weekly schedule, the effective date for this year will be August 28, 2010. When submitting health/dental applications for these employees, mark the application "TEN-MONTH NEW HIRE" and forward it to the Division of Pensions and Benefits. Any additional deductions due for the individual's selected health/dental plan will then be automatically withheld from the employee's wages.

Charlene M. Holzbaur

Director